

# Iowa State Income Tax Information

**State Abbreviation:** IA  
**State Tax Withholding State Code:** 19  
**Acceptable Exemption Form:** IA-W4 or W-4  
**Basis For Withholding:** State Exemptions  
**Acceptable Exemption Data:** 0 / Number of Allowances  
**TSP Deferred:** Yes  
**Special Coding:** Determine the Total Number Of Allowances Claimed field as follows:  
**First Position** - Enter 0 (zero).  
**Second and Third Positions** - Enter the number of allowances claimed.  
**Additional Information:** None

## Withholding Formula ►(Effective Pay Period 11, 2005)◄

1. Subtract the biweekly Thrift Savings Plan contribution from the gross biweekly wages.
2. Subtract the nontaxable biweekly Federal Health Benefits Plan payment(s) ►(includes flexible spending account - health care and dependent care deductions)◄ from the amount computed in step 1.
3. Add the taxable biweekly fringe benefits (taxable life insurance, etc.) to the amount computed in step 2 to obtain the adjusted gross biweekly wages.
4. Multiply the adjusted gross biweekly wages times 26 to obtain the gross annual wages.
5. Multiply the biweekly Federal income tax withholding by 26 to obtain the annual Federal income tax withholding and subtract this amount from the gross annual wages computed in step 4.
6. Determine the standard deduction by applying the following guideline and subtract this amount from the result of step 5 to compute the taxable income.

**If the Number of  
Allowances Claimed Is:**

0 or 1  
2 or more

**The Standard  
Deduction Is:**

\$ 1,500  
3,600

7. Apply the taxable income computed in step 6 to the following table to determine the Iowa tax withholding.

Tax Withholding Table						
If the Amount of Taxable Income Is:		The Amount of Iowa Tax Withholding Should Be:				
Over:	But Not Over:				Of Excess Over:	
\$ 0	\$ 1,269	\$ 0.00	plus	0.36%	\$ 0	
1,269	2,538	4.57	plus	0.72%	1,269	
2,538	5,076	13.71	plus	2.43%	2,538	
5,076	11,421	75.38	plus	4.50%	5,076	
11,421	19,035	360.90	plus	6.12%	11,421	
19,035	25,380	826.88	plus	6.48%	19,035	
25,380	38,070	1,238.04	plus	6.80%	25,380	
38,070	57,105	2,100.96	plus	7.92%	38,070	
57,105	and over	3,608.53	plus	8.98%	57,105	

8. Determine the exemption allowance by applying the following guideline and subtract this amount from the result of step 7 to compute the annual Iowa tax withholding.

$$\text{Exemption Allowance} = \$40 \times \text{Number of Exemptions}$$

9. Divide the annual Iowa tax withholding by 26 and round to the nearest dollar to obtain the biweekly Iowa tax withholding.